

You have been sent a W-2 form from your employer. Remember, a W-2 statement is a statement of earnings over the past taxable year (Jan 1 through Dec 31). This is a form filed with the federal government detailing how much money you were paid last year, and how much money was deducted for federal income tax withholding. You are required to file your taxes with the IRS to determine if you are entitled to a refund or if you have to pay additional money for income tax.

Your taxable wages for the previous year were \$11,357. The tax withheld was \$1,248. In addition they earned \$488 in interest from their savings account.